

# Washington Clean Buildings Act

Overview & Implications



### **Overview**

- A law governing energy performance of commercial buildings
- Passed in 2019-2020
- Implementation:
  - Tier 1:
  - >220,000 sf: June 2026
  - 90,000-220,000 sf: June 2027
  - 50,000-90,000 sf: June 2028
  - Tier 2: 20,000-50,000 sf: July 2027





### Compliance

- O&M Program (based on ASHRAE 180)
- Energy Management Plan
- Building Energy Target and comparison of actual performance (not required for Tier 2)
- All new HVAC, DHW, refrigeration, appliances must meet federal/state/code efficiency requirements



# **EUI Target (Tier 1)**

- EUI Target is based on space use
  - "Technology/Science: Laboratory": 237 kBtuH/sf/yr
  - Office: 60-69 kBtuH/sf/yr
  - Food service: ~200-400 kBtu/yr
- Buildings permitted after 2016 have an EUI target 15% less than other buildings



### **Compliance (Tier 1)**

- If building does not meet target:
  - Energy Audit
  - Establish EEMs and complete them -> conditional compliance
  - Verification after 12 months
- Investment criteria:
  - Owners may apply investment criteria to determine which EEMs are implemented.
  - Life Cycle Cost Analysis approach required
  - Owners must implement an optimized bundle of EEMs



**Penalties (Tier 1)** 

- Penalties:
  - \$5000 + \$1/GSF per year
  - If pursuing a mitigation plan, \$1500 + \$0.20/GSF per year
  - Penalties prorated for period of noncompliance
  - Maximum of 1.5 x annual penalty per 5-yr period



### **Funding Sources**

- Early Adopter Incentive Program
  - \$.85 per gross square foot of floor area, up to \$75M
  - Must be >15 EUI above target
  - Must undertake audit process
- Washington State Building Electrification Grants
  - Competitive application process
  - Application materials will be available in fall 2022



### **Other Pertinent Legislation**

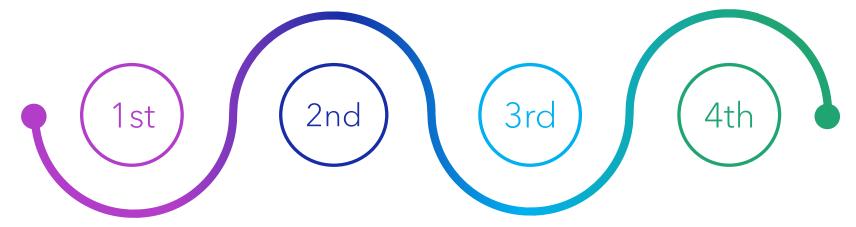
- Seattle is developing a local mandate for carbon emissions for existing buildings.
  - − >20,000 sf buildings
  - Initial requirements phase-in beginning in 2026
- Other proposed laws target utilities and may lead to other incentive programs



**BOTHELL** 

### HOW UW BOTHELL / CASCADIA COLLEGE APPROACHED COMPLIANCE





### Join PSE's Accelerator Program

Joined December 2021
Assisted by Stillwater Energy
PSE Engineers

### Assembled Team

- Owner
- Bldg. Mgr.
- Data Champion-Planning & Systems Mgr.
- Awareness Specialist
- Energy Manager
- Qualified Energy Auditor

### Clean up Portfolio Mgr.

- Originally Installed with ESCO's
- Some missing buildings
- Some missing data
- Now all up and running
- Setup Sharing with Engineers

### Find Quick Wins

Went through each bldg. on Metasys

Fixed quick items / adjustments to BAS

Looked at operating schedules

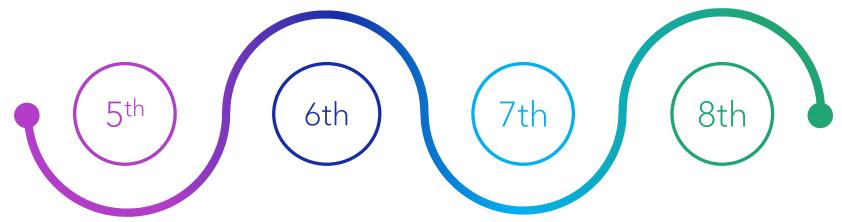
Reviewed PSE/ Stillwater recommendations

Prioritized recommendations



### HOW UW BOTHELL / CASCADIA COLLEGE APPROACHED COMPLIANCE CONT..





### Review EUI targets vs Actual

- Still need to complete
- District CW usage for Bldgs.
- Added BTU meters all Bldgs.
- Need 12 months of data

### Create Energy Mgmt. Plan

• Still Need to Complete

- We have documentation in our CMMS
  - Need to complete plan

Create O & M Plan

### Submit Documentation

- Still Need to Complete
- After Approval from Commerce
- Resubmit in 5 years





### **THANK YOU!**

Anthony Guerrero, MBA, CEFP, CFM Associate Vice Chancellor for Facilities Services and Campus Operations UW Bothell / Cascadia College

<u>aguerrer@uw.edu</u>

Cell: 425-750-9727 Desk: 425-352-3557

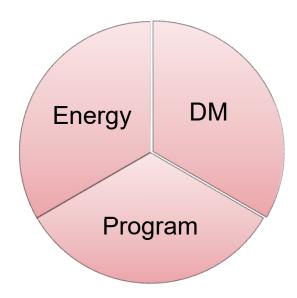


# **WSU - Key Stats**

- (5) Campuses
- (14) Research and Extension Centers
- DM backlog exceeding \$1.6B
- Inventory exceeding 20,000 gsf
  - (115) buildings/complexes
  - Total area ~11.3M gsf



# WSU - Approach



- Target "two-fers" and "three-fers"
- Metering and data analytics
- District energy improvements vs. building
- Audits only when necessary!



# **WSU - Budget Planning**

- 2021 Audits
  - (5) Pullman buildings of different use types
  - EEMs identified ~\$10M
- Extrapolated system-wide cost ~\$100M
- Potential annual penalty ~\$11.3M



- Funding Targets:
  - Internal REF
  - Minor Works
  - Major Capital Projects



# Clean Buildings

Approach to compliance, implications for capital planning and funding requests

# Clean Buildings – HB 1257 (2019) Path to Compliance

### **CLEAN BUILDINGS REQUIREMENTS**

Designated Energy Manager



ESPM Benchmarking and Reporting



Develop & Execute Energy Management Plan



Develop Operations and Maintenance Program



Determine & Comply with EUIt



# **Familiarity**

**►** Understand the Clean Building Requirements

► Form an Energy Team

► Prepare Building Energy Scans

# **Starting the Process**

► Establish and update Energy Star Portfolio Manager

- **▶** Determine Energy Use Intensity (EUI) for all buildings
- ► Calculate Energy Use Intensity Targets for each building

**▶** Benchmark buildings using Portfolio Manager

# **Create Compliance Path**

► Identify low-cost/no-cost energy saving opportunities

► Prioritize Buildings and savings opportunities

**▶** Develop Energy Management Plan and O & M Program

# **Establish a Compliance Plan**

**Opportunity Register** 

**Checklists** 

**Training** 

# **Engagement**

► Establish a Clean Energy Team

**▶** Build awareness and Communicate to Institution Community

► Create surveys, questionnaires, and other feedback loops

► Integrate continuous improvements and document everything

# Metering

# Submetering Guidance

Section 5.2 Building Energy Monitoring requires that energy-use data for each type of energy imported into and exported from the building be collected from utility or energy delivery bills or by monitoring local energy meters. Owner-provided energy meters shall meet the metering accuracy, tolerances and testing requirements of <u>Title</u> 480 WAC.

In lieu of Title 480 WAC, Commerce will also accept owner provide energy meters that meet the standards of WAC 51-11C-40904 Section C409.4- Measurement devices, data acquisition system and energy display (Section 409.4 of the Washington State Energy Code (WSEC)).

# Understand what types of submeters are acceptable

# SPSCC – (5) Buildings Compliance Considerations

SPSCC - Campus Facilities Profile					Lighting Measure				Solar System Equivalent in energy output to the lighting measurements				Additional Measure to Commission each building's HVAC Systems			lt's	Alternative compliance
Building Name	Building #	Floor Area (s.f.)	kWh	lLighting	Energy Savings	Lighting cost savings	point	Equivalent Solar System Size	Equivalent Energy Solar EUIt	Solar		implementatio	Commissioning Energy Savings Kwh	Commissionin g EUIt point reduction	Existin	_	Level 2 Energy Audit
Center for Student Success	Bldg. 22	89,308	500,000	\$223,270	62,500	\$5,000	3	65 kWdc	\$292,500	\$5,000	3	\$178,616	15,000	1	54.7	91.8	
Kenneth J. Minnaert Center for the Arts	Bldg. 21	67,500	350,000	\$168,750	43,750	\$3,500	3	45 kWdc	\$202,500	\$3,500	3	\$135,000	10,500	1	75.7	91.8	
Technical Education	Bldg. 34	56,258	550,000	\$140,645	68,750		_	70 kWdc	\$315,000	\$5,500	5	\$112,516	16,500	3	132.8	112.2	
Natural Sciences	Bldg. 35	51,884	900,000	\$129,710	67,500	\$5,400	5	70 kWdc	\$315,000	\$5,400	5	\$155,652	27,000	4-8	340	112.2	Compliance by implementation
Lacey Campus Building 1	LC Bldg. 1	52,657	450,000	\$131,643	33,750	\$2,700	3	35 kWdc	\$122,500	\$2,700	3	\$105,314	13,500	1	92.8	91.8	

# Scenario Planning

# **Know your Utilities**



	Location Description	Meter N	Number				
	Bldg 35	1378928					
	billing period	Usage (Therms) Current Last Year					
	06/24/21-07/26/21	989.77	715.53				
-	07/26/21-08/25/21	856.34	547.22				
	08/25/21-09/24/21	2,562.17	681.39				
	09/24/21-10/26/21	5,226.16	1,999.19				
	10/26/21-11/24/21	6,262.77	3,577.89				
	11/24/21-12/27/21	9,346.56	4,523.41				
	12/27/21-01/26/22	13,931.42	5,231.78				
	01/26/22-02/24/22	22,252.24	5,140.48				
	2/24/2022-03/28/22	11,975.32	4,614.79				
-	03/28/22-04/26/22	6,333.74	3,683.78				
	04/26/22-05/25/22	3,750.13	2,184.90				
		Whoa!	1,474.46				
	Total	83,486.60	34,374.81				



# **Procurement Considerations**

**Capital Improvements** 

**Submeters** 

**Contracts/agreements** 

**Operational Budget** 

Grants, incentives, rebates, fund raising

# Washington Clean Buildings Performance Standard: Applied to Campus Settings



# Clean Building/Clean Campus

# Why:

- Campus environs are unique, relative to the commercial building sector
- benchmark targets are a blunt tool
- align compliance with goals: efficiency/reduce carbon
- respect benefits of District Energy Systems,

# Clean Building/Clean Campus

What: Subject Matter/scope

- Campus level reporting vs. building level reporting
- Unique mixed occupancy types
- Complex energy flows among campus buildings
- Avoid pitting campus utilities against building investments

### **OUR PROPOSAL**

# Establish a "Green Revolving Fund"

- > an approach that invests verified utility bill savings into future energy projects
  - permanently reduces utility charges
  - supports meeting unfunded state/city sustainability mandates
  - avoids costly penalties and risk to UW prestige/reputation

# Invest \$17.8M in foundational energy systems (from various sources)

- needed to meet unfunded state/city sustainability mandates
- avoids costly penalties and risk to UW prestige/reputation

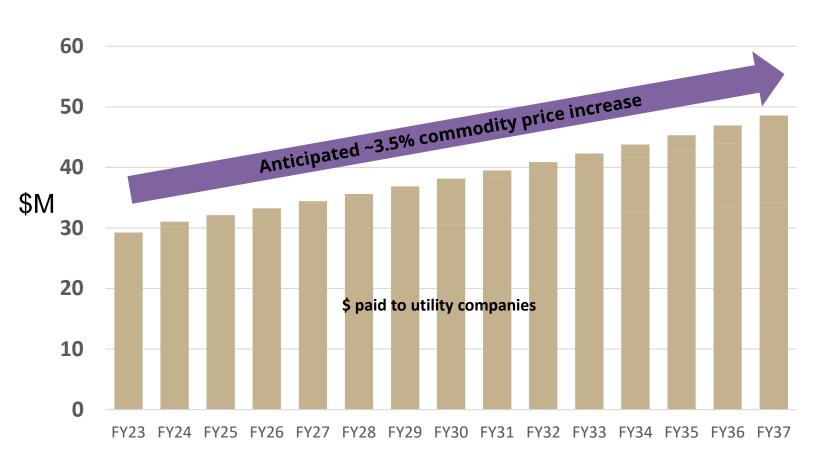
# **Create 7 new operating positions**

- > invest in metering (3), building automation controls (1), and building system data analytics (3)
  - needed to meet unfunded state/city sustainability mandates
  - avoids costly penalties and risk to UW prestige/reputation



# PROJECTED UTILITY BUDGET WITHOUT GRF

normalized



### not adjusted to reflect

- new buildings,
- intensification of space
- electrification
- weather variation

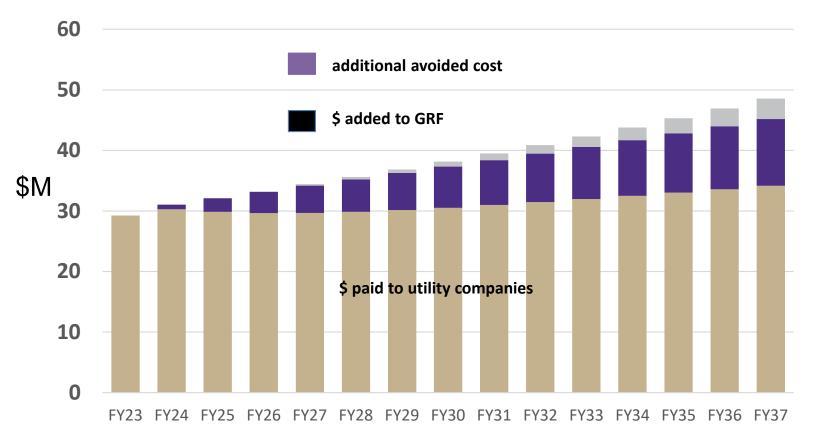


# PROJECTED UTILITY BUDGET WITH GRF

simplified

not adjusted to reflect

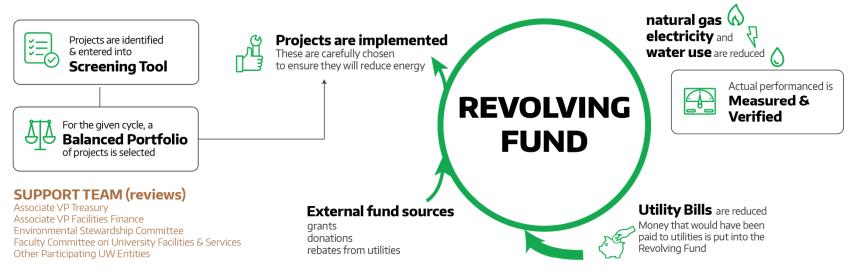
- new buildings,
- intensification of space
- electrification





### **GREEN REVOLVING FUND GOVERNANCE**

# FUND MANAGER (Facilities) FINANCIAL MANAGER (Treasury)



#### **SIGN OFF**

Executive Director of Energy Utilities & Operations

#### ADVISORY GROUP (2x/year)

Provost Vice Provost Vice President of Finance Vice President of Facilities Plan involves investing verified utility savings for future GRF projects



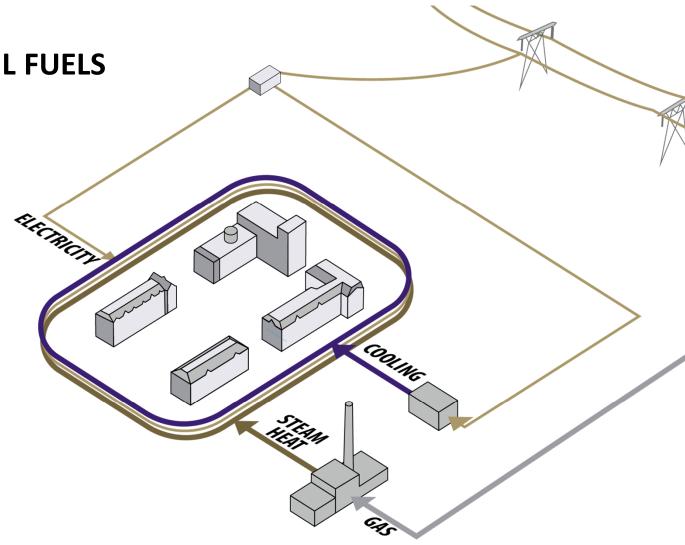
# **GREEN REVOLVING FUND GROWTH**



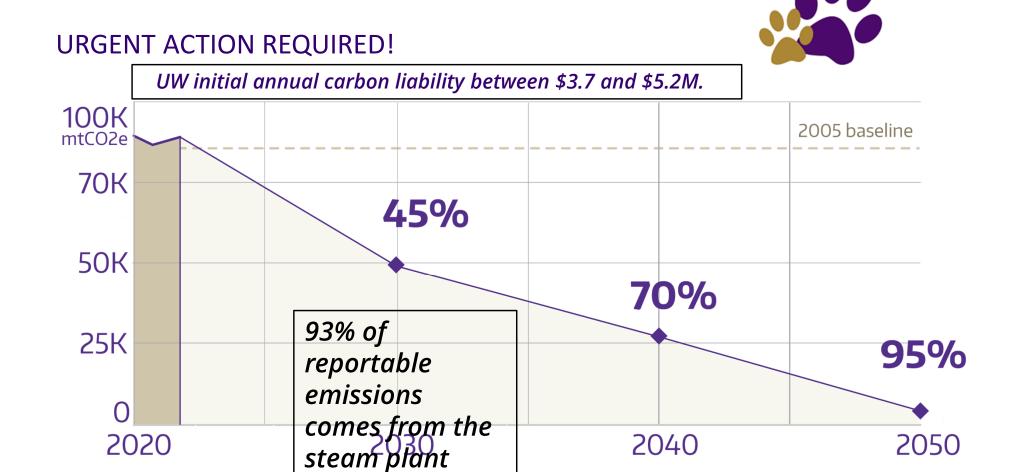


# **HEATING AND FOSSIL FUELS**

 We presently consume natural gas to produce steam at our central plant, for the primary purpose of providing heat to our buildings.



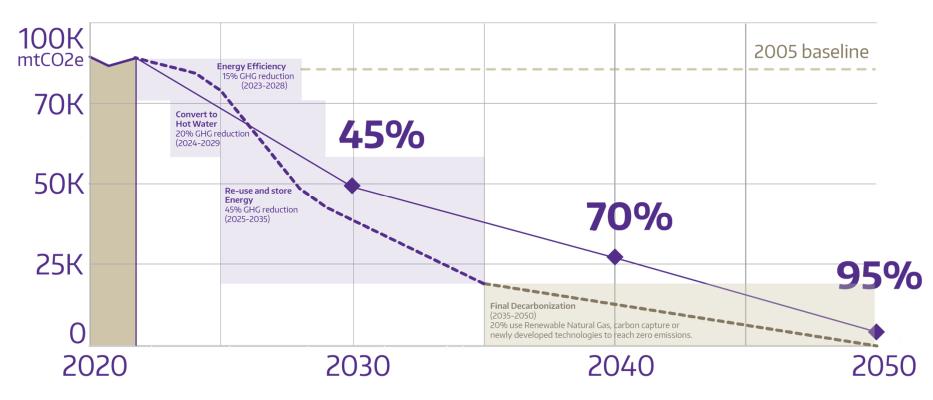




Need a significant shift away from carbon sourced heating!



### WE HAVE A STRATEGY!

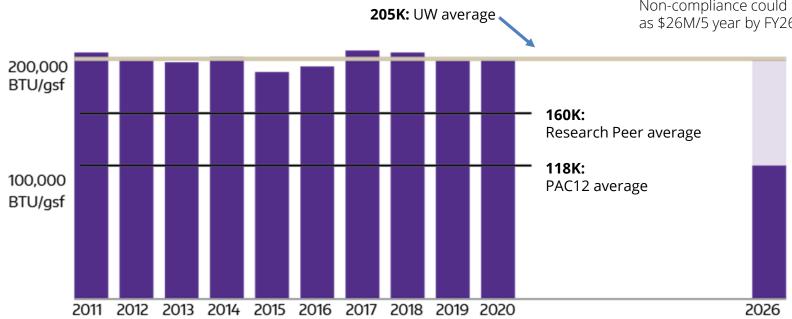


# WE CAN/MUST USE LESS ENERGY

# CLEAN BUILDING PERFORMANCE STANDARD

Mandate to reduce energy use ~45% by 2026

Non-compliance could result in fines as high as \$26M/5 year by FY26



(Sightlines data)

Research peers: Clemson U, MIT, Northwestern, The Ohio State U, U of Arkansas, U of Connecticut, U of Florida, U. Of Georgia, U. Of Maryland, U. of Oregon



# WHAT DO WE NEED TO DO?



# **OBJECTIVES**

- Inspire & lead: model a path to meet environmental and financial challenges
- Support the UW mission:
  - cooling is no longer a luxury in the PNW
  - · avoid regulatory penalties: avoid reputational risk of non-compliance
  - share: democratize actionable campus data and share with research
  - resilient: mitigate service disruption risk
    - no fossil fuels: eliminate dependency on fossil fuels
    - future proof: design to meet changing environmental conditions (climate adaptation)
    - optionality: flexibility to leverage future technologies
    - diversify: mitigate commodity risks/dependency



Lowest cost: lowest total cost of ownership (CapEx/OpEx)



# WHAT DO WE NEED TO DO... FOUNDATIONAL SOLUTIONS

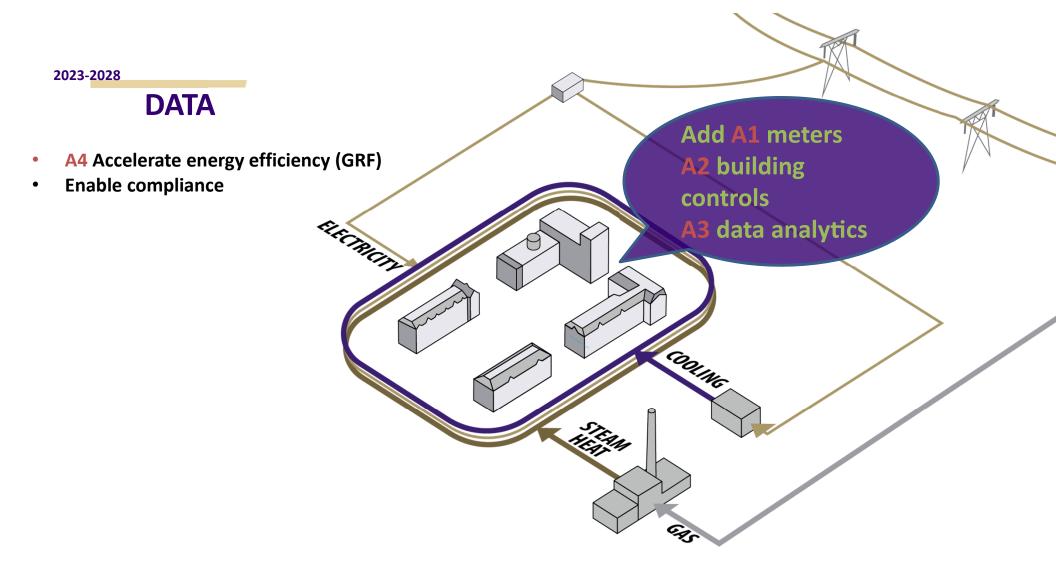
### A. DATA

- 1. Metering
- 2. Controls
- 3. Data analytics
- 4. Accelerate energy efficiency (6x) The "Green Revolving Fund"

### **B.** DISTRICT ENERGY

- 1. Hot water (away from steam),
- 2. Centralized cooling,
- 3. Thermal storage & re-use, and
- 4. Reduce electrical demand.







# **FUNDING REQUIRED – DATA (Part A)** (in Millions)

	FY23	FY24	FY25	FY26	FY27	Total	Funded by
A.1 Metering	\$1.5	\$1.5				\$3.0	Capital Budget Request
A.2 Controls	\$1.0	\$1.0	\$1.0	\$1.0	\$1.0	\$5.0	и
A.3 Data analytics	\$1.0	\$1.0	\$1.0	\$1.0	\$1.0	\$5.0	и
A.4 Accelerate energy efficiency							
Rebate Reserves	\$2.7					\$2.7	UWF
Seed Funding	\$0.3	\$1.8				\$2.1	ОРВ
Total:	\$6.5	\$5.3	\$2.0	\$2.0	\$2.0	\$17.8	



# **SUMMARY OF POSITION NEEDS**

	Position(s)	New positions	Impact (\$M)
A.1 Metering	Establish metering crew	3 FTE	\$0.38
A.2 Controls	Building Automation Systems (BAS) Engineer	1 FTE	\$0.17
A.3 Data Analytics	Operations Technology Manager (BIT) Operations Technology Engineer Utilities Analyst	3 FTE	\$0.41
Total:		7 FTE	\$0.96



engineering in 2023, completed by 2029 **HOT WATER Reduce waste Enable** FIETRICITY **Heat recovery** Non-fossil fuel **Transition from** steam to hot water



